1 2 3 4 5 6 7	PACIFIC TRIAL ATTORNEYS A Professional Corporation Scott J. Ferrell, Bar No. 202091 sferrell@pacifictrialattorneys.com David W. Reid, Bar No. 267382 dreid@pacifictrialattorneys.com Victoria C. Knowles, Bar No. 277231 vknowles@pacifictrialattorneys.com 4100 Newport Place Drive, Ste. 800 Newport Beach, CA 92660 Tel: (949) 706-6464 Fax: (949) 706-6469 Attorneys for Plaintiff and the Class	
8	UNITED STATES DISTRICT COURT	
10	CENTRAL DISTRICT OF CALIFORNIA	
11		
12	MYNOR F. PORTILLO, individually, and on behalf of all others similarly situated,	Case No.: 2:19-cv-1428
13	Plaintiff,	CLASS ACTION COMPLAINT
14	VS.	
15 16	ICON HEALTH & FITNESS, INC., a Delaware corporation; and DOES 1-10, Inclusive,	JURY TRIAL DEMANDED
17	Defendants.	
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		

alleges the following upon information and belief based upon investigation of counsel, except to his own acts, which he alleges upon personal knowledge.

I. **PARTIES** 

Plaintiff Mynor F. Portillo, on behalf of himself and all others similarly situated,

5 6

7

9 10

8

12

11

13 14

15 16

17 18

19 20

21 22

23 24

25

26 27 28

Plaintiff Mynor F. Portillo is a resident of Los Angeles County in the 1. Central District of California who contacted NordicTrack, a division of Defendant ICON Health & Fitness, Inc.

- 2. Defendant ICON Health & Fitness, Inc. is a Delaware corporation with its principal place of business in Logan, Utah, and does business in California. The true names and capacities of the Defendants sued herein as DOES 1 through 10, inclusive, are currently unknown to Plaintiff, who therefore sues such Defendants by fictitious names. Each of the Defendants designated herein as a DOE is legally responsible for the unlawful acts alleged herein. Plaintiff will seek leave of Court to amend this Complaint to reflect the true names and capacities of the DOE Defendants when such identities become known.
- At all relevant times, each and every Defendant was acting as an agent and/or employee of each of the other Defendants and was acting within the course and/or scope of said agency and/or employment with the full knowledge and consent of each of the Defendants. Each of the acts and/or omissions complained of herein were alleged and made known to, and ratified by, each of the other Defendants (ICON Health & Fitness, Inc., its division NordicTrack, and Doe Defendants will hereafter collectively be referred to as "Defendant").

#### II. JURISDICTION AND VENUE

This Court has diversity jurisdiction over this class action pursuant to 28 4. U.S.C. § 1332 as amended by the Class Action Fairness Act of 2005 because the amount in controversy exceeds five million dollars (\$5,000,000.00), exclusive of interest and costs, and is a class action in which the members of the class are citizens of different states than Defendant. See 28 U.S.C. § 1332(d)(2)(A).

2

5

7 8

6

9

10

11

13

12

14 15

16 17

18 19

20 21

23

22

24 25

26 27

28

- 5. This Court has jurisdiction over the Defendant named herein because Defendant has sufficient minimum contacts with California and/or otherwise intentionally avails itself of the laws and markets of California, through the promotion, sale, marketing and distribution of its goods and services in California, to render the exercise of jurisdiction by the California courts permissible.
- 6. Venue is proper in this District under 28 U.S.C. §1391(b) because Defendant's improper conduct alleged in this complaint occurred in, was directed from, and/or emanated from this judicial district, because Defendant has caused harm to Class Members residing in this district, and/or because Defendant is subject to personal jurisdiction in this district.

#### III. **FACTS**

- 7. In April 2018, while located in California, Plaintiff called Defendant at (800) 862-3348, from a wireless telephone. Plaintiff spoke to an employees/customer service representative of Defendant who identified himself as "Scott."
- 8. Plaintiff was not aware that his call was being recorded. Defendant did not, at any point during the telephone conversation with Defendant's customer service representative, advise Plaintiff that the call was being recorded. Plaintiff did not give either express or implied consent to the recording, nor did Defendant seek to obtain or obtain Plaintiff's consent to recording.
- After completing his call, Plaintiff learned that at all relevant times 9. Defendant recorded and/or monitored *all* incoming telephone calls, including the call from Plaintiff, but that at all relevant times Defendant did not disclose this to every caller, nor seek consent to recording telephone calls, and did not disclose it to Plaintiff.
- 10. Plaintiff expected that his telephone call would be private (i.e., neither recorded nor monitored) due to Defendant's failure to disclose any recording or monitoring, or seek Plaintiff's consent therefor.

#### IV. **CLASS ACTION ALLEGATIONS**

11. Plaintiff brings this class action pursuant to Rule 23(a), 23(b)(2) and

3 4

> 5 6

7 8

9 10

11 12

13 14

15 16

17 18

19

20 21

22 23

24

25

26 27

28

23(b)(3) of the Federal Rules of Civil Procedure on behalf of herself and all members of the following Class:

> "All persons located in California whose wireless telephone conversations with Defendant were intentionally recorded without disclosure by Defendant at any time during the statute of limitations period through the date of final judgment in this action" (the "Class").

12. Excluded from the Class are governmental entities, Defendant, any entity in which Defendant has a controlling interest, and Defendant's officers, directors, affiliates, legal representatives, employees, co-conspirators, successors, subsidiaries, and assigns, and individuals bound by any prior settlement. Also excluded from the Class is any judge, justice, or judicial officer presiding over this matter, and any callers who did receive a warning that their calls were recorded.

#### Fed. R. Civ. P. 23(a) Factors

- **Numerosity.** Membership in the Class is so numerous that separate joinder 13. of each member is impracticable. The precise number of Class Members is unknown at this time but can be readily determined from Defendant's records. Plaintiff reasonably estimates that there are thousands of persons in the Class.
- 14. **Adequacy of Representation.** Plaintiff will fairly and adequately represent and protect the interests of the members of the Class. Plaintiff has retained counsel highly experienced in complex consumer class action litigation and intends to prosecute this action vigorously. Plaintiff is a member of the Class described herein and does not have interests antagonistic to, or in conflict with, the other members of the Class.
- **Typicality.** Plaintiff's claims are typical of the claims of the members of 15. the Class. Plaintiff and all members of the Class called the phone number, operated by Defendant, at (800) 862-3348 from a wireless telephone, and spoke to an employee/customer service representative of Defendant without knowing that the calls

1

2

- 45
- 6 7
- 8
- 9
- 11 12
- 13

1415

1617

18

19 20

21

2223

24

2526

2728

- 16. Existence and Predominance of Common Questions of Law and Fact. There are central and substantial questions of law and fact common to all Class Members that control this litigation and predominate over any individual issues.
- Included within the common questions are the following:
  - (a) Whether at all relevant times Defendant intentionally recorded or monitored telephone calls;
  - (b) Whether at all relevant times Defendant obtained consent, or otherwise disclosed its intentional recording of communications; and
  - (c) Whether at all relevant times Defendant's conduct constituted a violation of California Penal Code section 631(a), 632(a) 632.7, and/ or 637.

### Fed. R. Civ. P 23(b)(3) Factors

- 18. **Superiority.** A class action is superior to other available methods for the fair and efficient adjudication of this controversy for at least the following reasons:
  - i) Given the size of the claims of individual Class Members, as well as the resources of Defendant, few, if any, could afford to seek legal redress individually for the wrongs alleged herein;
  - ii) This action will permit an orderly and expeditious administration of the claims of Class Members, will foster economies of time, effort and expense, and will ensure uniformity of decisions;
  - iii) Any interest of Class Members in individually controlling the prosecution of separate actions is not practical, creates the potential for inconsistent or contradictory judgments, and would create a burden on the court system;
  - iv) Without a class action, Class Members will continue to suffer as a consequence of Defendant's illegal and predatory conduct,

Defendant's violations of law will proceed without remedy, and Defendant will continue to reap and retain the substantial proceeds derived from its wrongful and unlawful conduct. Plaintiff and the Class are entitled to appropriate civil penalties. This action presents no difficulties that will impede its management by the Court as a class action.

19. Certification is also warranted under Rule 23(b)(2) of the Federal Rules of Civil Procedure because Defendant has acted or refused to act on grounds generally applicable to the Class, thereby making final relief pursuant to Penal Code Section 632.7 appropriate with respect to the Class as a whole.

# V. <u>CAUSE OF ACTION</u>

## Penal Code § 632.7

### (By Class Against All Defendants)

- 20. Plaintiff incorporates by this reference the allegations contained in the preceding paragraphs above as if fully set forth herein.
- 21. Section 632.7 prohibits the intentional, non-consensual recording of any telephone communication without the consent of all parties where at least one party to the conversation is either using a cordless or cellular telephone. No expectation of confidentiality or privacy is required, nor is any other wrongful or surreptitious intent required only that the defendant intended to record the communication.
- 22. Plaintiff is informed and believes, and thereon alleges that Defendant knowingly violated Cal. Penal Code § 632.7 by intentionally recording calls with persons using cordless or cellular telephones, including Plaintiff.
- 23. Based on the foregoing violations, Plaintiff and the Class are entitled to and seek the statutory remedies provided in section 637.2 of the California Penal Code. Plaintiff does not allege common law violation of privacy nor does Plaintiff seek actual damages other that statutory damages.
  - 24. Plaintiff and the Class further seek attorneys' fees pursuant to section

**DEMAND FOR JURY TRIAL** Plaintiff and Class Members, pursuant to Fed. R Civ. P. 38(b), hereby demand trial by jury. Dated: February 26, 2019 PACIFIC TRIAL ATTORNEYS, APC By: /s/ Scott J. Ferrell Scott J. Ferrell Attorneys for Plaintiff and the Class